

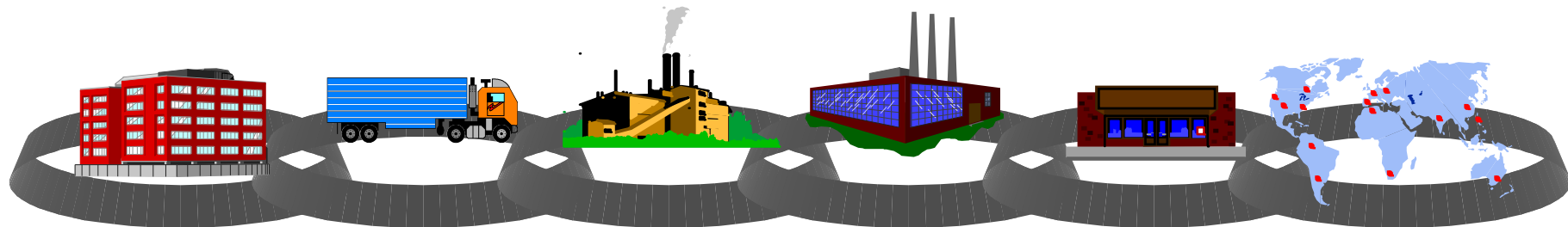


# Directorate of Medical Materiel

## CHes Update

May 12, 2003

**Kathleen Garvin**  
**Chief, Innovation & Integration**  
**[kathleen.garvin@dla.mil](mailto:kathleen.garvin@dla.mil)**  
**(215) 737-9092**



## Synchronizing the Federal Supply Chain



# Directorate of Medical Materiel

## ***Topics***

- UNSPSC
- PDU
- GLN
- Data Synchronization



# Directorate of Medical Materiel

## ***UNSPSC™ and the Healthcare Industry***

***United Nations Standard Product and Services Code***



# Directorate of Medical Materiel

## **UNSPSC**

- CHeS Ready to Promote/Market  
UNSPSC  
Across Industry
- Looking for Our Support
- Will DoD Join in the Acceptance,  
Adoption,  
Promotion of this Standard?
- What Does it Mean for DoD/DMLSS?



# Directorate of Medical Materiel

## Why CHeS Selected the UNSPSC

- Free for use to everyone in supply chain
- Negligible fee for participation
- Absence of other barriers to implementation (e.g., not proprietary to anyone's competitor)
- Consensus-based management
- Scope covers healthcare providers' entire non-salary spend
- Adoption by dominant e-commerce platforms vendors cross all industries ("Don't reinvent the wheel.")
- Support extensions and cross-references to other valuable



# Directorate of Medical Materiel

## Segment Development Project

- **Aug 2000:** CHeS-sponsored initiative for Lab and Med/Surg  
Segment-revision project launched under administer's system
- **Aug-Oct 2000:** 33 companies recruited; proprietary taxonomies  
submitted by Fisher Scientific, Medibuy, Neoforma and Owen Healthcare
- **Jan-Feb 2001:** Took best of these and designed a new Family (2<sup>nd</sup>) level
- **Mar-Oct 2001:** Divided up work to populate Families with Classes and  
Commodities, meeting weekly to vet issues and reach consensus
- **Nov 01-Jan 02:** Posted draft on CHeS Web site, solicited



# Directorate of Medical Materiel

## Organizations Participating in Taxonomy Project

- 3M Healthcare e-Business
- Abbott Laboratories
- Allegiance
- AristoMed
- Baxter International
- Consorta
- Fisher Scientific
- Healthcare Logistics Services
- HealthNexis
- HEDIC
- InsourceHS
- MedCenterDirect
- MedContrax
- Medibuy
- Medical Data Institute
- Neoforma
- Omnicell
- Owen Healthcare
- Premier Inc.
- PricewaterhouseCoopers, LLP
- Requisite Technology
- SciQuest



# Directorate of Medical Materiel

## Key Characteristics - Hierarchy

### Segment

- Logical aggregation of families for analytical purposes
- 54 Segments in current code set

### Family

- Commonly recognized group of interrelated commodity categories
- 340 Families in current code set

### Class

- Group of commodities sharing a common use or function
- 1716 Classes in current code set

### Commodity

- Group of substitutable products or services
- 12473 Commodities in current code set

### Business Function Identifier

- Function performed in support of commodity
- 10 in current code set; used infrequently





# Directorate of Medical Materiel

## **Cardinal Supplyline**

- Plan To Map To UNSPSC
- Low Priority
  - Not Revenue Generator
  - No Customer Demand Now



# Directorate of Medical Materiel

## **Product Data Utility (PDU)**

### **Feasibility Study**

- Modify HCEC's CostCap to Appeal to Broader Industry participation
- 3 Subcommittees
  - Value Team
  - Definition Team
  - Due Diligence Team
- Report/Recommendation/Briefing Presented at April 10 CHeS
- Planning for Next Step
  - New Committee Formation—Co-Chairs
    - Garvin (DoD)
    - Pleasant (Premier)

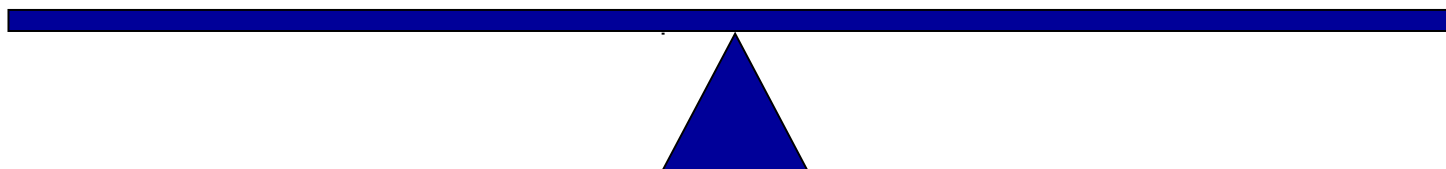


# Directorate of Medical Materiel

## GLN vs. HIN

Global Locator  
Number  
UCC

Health Identification  
Number  
HIBCC



- GPO Priority
  - Granularity of Data at Hospital Level
  - Class of Trade
  - Pricing



# Directorate of Medical Materiel

## **DSCP's Medical Supplier Directory**

- Presented at CHeS/HCEC Healthcare eBusiness & Standards Workshop
- DoD Sharing/Piloting its Medical Supplier Directory with Entire Industry
- Top 24 Manufacturers
- Feedback Requested to DSCP
- Draft Business Rules
- O&M and Cardinal Already Mapped
- DoD request to GHX for Their Name File



# Directorate of Medical Materiel

## **Data Synchronization**

- Increased Emphasis at DSCP
- Detail (1 Year) as Data Sync Project Officer Reporting to Director
- Teams at DSCP
  - MEDLIFE—Synching DMLSS-W Data
  - CDMIA—Medical Supplier Directory
  - Med/Surg—LtCol Tillock
    - Standardization
    - Group Purchasing Organization
  - Captain Marici—POC for Services
  - Focused Contractor Team
  - Ensuring BSM Transition with Data Sync